#### MINUTES

## MONTANA SENATE 61st LEGISLATURE - REGULAR SESSION

#### COMMITTEE ON TAXATION

Call to Order: CHAIRMAN JEFF ESSMANN, on January 9, 2009 at 8:00 A.M., in Room 405 Capitol.

#### ROLL CALL

#### Members Present:

Sen. Jeff Essmann, Chairman (R)

Sen. Taylor Brown, Vice Chairman (R)

Sen. Jerry W. Black (R)

Sen. Gary Branae (D)

Sen. Ron Erickson (D)

Sen. Kelly Gebhardt (R)

Sen. Kim Gillan (D)

Sen. Bradley Hamlett (D)

Sen. Bruce Tutvedt (R)

Members Excused: Sen. Christine Kaufmann (D)

Sen. Bob Story Jr. (R)

Members Absent: None.

Staff Present: Lee Heiman, Legislative Branch

Debra Polhemus, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

#### Committee Business Summary:

Hearing & Date Posted: SB 12, 1/2/2009; SB 23, 1/2/2009;

SB 37, 1/2/2009

Executive Action:

## MONTANA DEPARTMENT OF REVENUE PRESENTATION

00:00:28 Shonda McHugh, Department of Revenue (DOR) EXHIBIT (tas05a01) EXHIBIT (tas05a02) 00:15:10 Sen. Brown 00:16:00 Shonda McHugh 00:16:27 Dan Dodds, DOR 00:17:29 Sen. Erickson 00:18:01 Shonda McHugh 00:19:15 Sen. Gillan 00:20:16 Brian Olsen, Individual Income Tax Specialist, DOR 00:24:19 Sen. Gebhardt 00:24:30 Brian Olsen 00:24:48 Chairman Essmann 00:25:00 Brian Olsen 00:25:25 Dan Dodds 00:39:23 Sen. Story 00:40:41 Dan Dodds 00:45:24 Sen. Tutvedt 00:45:34 Dan Dodds 00:47:23 Sen. Story 00:47:52 Dan Dodds 00:48:54 Sen. Gebhardt 00:49:13 Dan Dodds 00:54:59 Sen. Story 00:55:08 Dan Dodds 01:02:59 Sen. Story 01:03:50 Dan Dodds 01:05:43 Sen. Erickson 01:07:08 Sen. Kaufmann 01:07:36 Dan Dodds 01:10:05 Sen. Black 01:10:18 Dan Dodds 01:12:23 Sen. Story 01:12:41 Sen. Gebhardt 01:12:59 Dan Dodds 01:16:00 Chairman Essmann 01:16:46 Recess 01:29:29 Reconvene

## HEARING ON SB 12

#### Opening Statement by Sponsor:

01:31:08 SEN. DONALD STEINBEISSER (R), SD 19, opened the hearing on SB 12, Clarify distribution of oil and gas revenue to counties.

### Proponents' Testimony:

- 01:33:18 William Duffield, Executive Director, Montana Association of Oil, Gas and Coal Producing Counties (MAOGCC)
- 01:37:08 Bob Gilbert, representing Rosebud and Musselshell Counties, City of Roundup and City of Glendive
- 01:37:59 Gary Amestoy, representing Richland Economic District

## Opponents' Testimony:

01:38:41 None

## Informational Testimony:

01:38:50 None

## Questions from Committee Members and Responses:

- 01:39:11 Sen. Story
- 01:40:01 William Duffield
- 01:40:32 Sen. Erickson
- 01:41:08 Sen. Story
- 01:41:43 William Duffield
- 01:43:07 Sen. Gillan
- 01:43:40 Sen. Steinbeisser
- 01:44:00 Sen. Gillan
- 01:45:10 Sen. Gebhardt
- 01:45:49 William Duffield
- 01:46:24 Sen. Story
- 01:47:08 Sen. Kaufmann
- 01:47:39 William Duffield
- 01:47:54 Sen. Hamlett
- 01:48:19 William Duffield
- 01:48:38 Sen. Story
- 01:48:50 Sen. Steinbeisser

#### Closing by Sponsor:

01:49:11

- 01:50:17 Sen. Story
- 01:51:24 Chairman Essmann

## HEARING ON SB 23

#### Opening Statement by Sponsor:

01:51:54 SEN. DAVID WANZENRIED (D), SD 49, opened the hearing on SB 23, Revise revenue streams to oil, gas, and coal natural resource account.

### Proponents' Testimony:

01:54:19 Marty Tuttle, Chief Legal Counsel, Department of Commerce

## Opponents' Testimony:

01:56:20 None

#### Informational Testimony:

01:56:29 William Duffield, Executive Director, MAOGCC

# Questions from Committee Members and Responses:

02:00:32 Sen. Story 02:01:08 Marty Tuttle 02:03:13 Sen. Gebhardt

#### Closing by Sponsor:

02:03:57

### HEARING ON SB 37

#### Opening Statement by Sponsor:

SEN. CHRISTINE KAUFMANN (D), SD 41, opened the hearing on SB 37, Revise income tax credit for energy conservation expenditures.

#### <u>Proponents' Testimony</u>:

02:13:48 Linda Gryczan, representing National Center for Appropriate Technology (NCAT), Butte

02:16:31 Dale Horton, Energy Manager, NCAT

02:21:01 Chris Dorsi, Saturn Resource Management, Helena

02:29:39 David Scrimm, representing self

#### EXHIBIT (tas05a03)

EXHIBIT (tas05a04)

EXHIBIT (tas05a05)

#### EXHIBIT (tas05a06)

02:39:52 Sheena Rice, MontPIRG 02:40:24 Ben Brouwer, Alternative Energy Resource Organization

02:42:01 Andy Tocke, Contractor, Helena

02:42:52 Janet Ellis, Montana Audubon Society

02:43:13 Kevin Olp, Montana Conservation Voters

02:43:27 Julia Page, Northern Plains Resource Council, Billings

# Opponents' Testimony:

02:44:15 None

### Informational Testimony:

02:44:34 Sen. Gebhardt

02:44:22 None

# Questions from Committee Members and Responses:

02:45:38 Linda Gryczan
02:45:57 Sen. Kaufmann
02:46:43 Sen. Erickson
02:47:08 Sen. Kaufmann

EXHIBIT (tas05a07)
02:48:00 Sen. Hamlett
02:48:51 Sen. Tutvedt
02:49:19 Sen. Kaufmann
02:50:39 Sen. Black
02:51:02 Sen. Kaufmann
02:53:23 Chairman Essmann
02:54:42 Linda Gryczan

## Closing by Sponsor:

02:55:44

# <u>ADJOURNMENT</u>

Adjournment:	11:00	A.M.			
			 DEBRA	POLHEMUS,	Secretary
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dp					
Additional Ex	hibits	:			

EXHIBIT (tas05aad.pdf)